

# Arkansas Capital Gains and Losses Adjustment Schedule

ATTACH THIS FORM AS PAGE 3 OF YOUR RETURN

Name	Social Security Number
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Part I Short-term Capital Gains & Losses - Assets Held One Year or Less						You		Spouse			
A Description of Property <small>(Example: 100 Shares - XYZ Co.)</small>	B Date Acquired <small>(Mo./Day/Yr.)</small>	C Date Sold <small>(Mo./Day/Yr.)</small>	D Sales Price	E Cost or Other Basis	F LOSS <small>(If E is more than D, subtract D from E)</small>	G GAIN <small>(If D is more than E, subtract E from D)</small>	H LOSS <small>(If E is more than D, subtract D from E)</small>	I GAIN <small>(If D is more than E, subtract E from D)</small>			
1.				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
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				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
2. Enter your short-term totals, not listed above. Attach schedule . . . . . 2				00		00		00		00	
3. Total short-term sales price amounts Add column D of Lines 1 and 2. . . . . 3				00							
4. Short-term gain from AR2119 and Federal Form 6252, and short-term gain or loss from Federal Forms 4684, 6781 and 8824. . . . . 4						00		00		00	
5. Net short-term gain or loss from partnerships, S corporations, estates, and trusts from Schedule(s) K-1. . . . . 5						00		00		00	
6. Short-term capital loss carryover. <i>Do not include losses from 1990 and prior years.</i> . . . . . 6						00					
7. Add Lines 1 through 6 in columns F through I. . . . . 7					(	00)		00	(	00)	
8A. (Your) Net short-term capital gain or loss. Combine columns F and G of Line 7. . . . . 8A									8B		
8B. (Spouse) Net short-term capital gain or loss. Combine columns H and I of Line 7. . . . . 8B											

Part II Long-term Capital Gains & Losses - Assets Held More Than One Year						You		Spouse			
9.				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
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				00	00		00		00	00	
				00	00		00		00	00	
				00	00		00		00	00	
10. Enter your long-term totals, not listed above. Attach schedule . . . . . 10				00		00		00		00	
11. Total long-term sales price amounts. Add column D of Lines 9 and 10. . . . . 11				00							
12. Gain from Federal Form 4797; long-term gain from AR2119 and Federal Forms 2439 and 6252; and long-term gain or loss from Federal Forms 4684, 6781 and 8824. . . . . 12						00		00		00	
13. Net long-term gain or loss from partnerships, S corporations, estates, and trusts from Schedule(s) K-1. . . . . 13						00		00		00	
14. Capital gain distributions. . . . . 14								00		00	
15. Long-term capital loss carryover. <i>Do not include losses from 1990 and prior years.</i> . . . . . 15						00				00	
16. Add Lines 9 through 15 in columns F through I. . . . . 16					(	00)		00	(	00)	
17A. (Your) Net long-term capital gain or loss. Combine columns F and G of Line 16. . . . . 17A									17B		
17B. (Spouse) Net long-term capital gain or loss. Combine columns H and I of Line 16. . . . . 17B											

CONTINUED ON REVERSE SIDE

<b>PART III</b>	<b>Summary of Parts I and II</b>	<b>YOU</b>		<b>SPOUSE</b>	
18.	Combine Lines 8 and 17 and enter the net gain or (loss) here. If the result is a gain, also enter the gain on Form AR1000/AR1000NR, Line 15. ....18		00		00
19.	If Line 18 is a (loss), enter here and as a (loss) on Form AR1000/AR1000NR, Line 15, the smaller of: A. The (loss) on Line 18; or B. \$3,000 if filing Single, Married Filing Joint, Head of Household or Qualifying Widow(er), (Filing Status 1, 2, 3 or 6); or C. \$1,500 if filing Married Filing Separately on the same return or Married Filing Separately on different returns. (Filing Status 4 or 5). ....19		00		00

<b>PART IV</b>	<b>Maximum Capital Gains Worksheet</b>	<b>YOU</b>		<b>SPOUSE</b>	
<i><b>Use This Worksheet To Figure Your Tax Only If:</b> Lines 17 and 18 are both gains, and Form AR 1000/AR1000NR, Line 37, is over \$25,000.00, for either taxpayer.</i>					
20.	Enter Net Taxable Income, Line 37, AR1000/AR1000NR. . (If this amount is \$25,000 or less, enter this amount on Line 24 and zero (0) on Line 25.) .....20		00		00
21.	Enter the smaller of Line 17 or 18. If zero or less, enter zero (0). ....21	•	00	•	00
22.	Subtract Line 21 from Line 20. ....22		00		00
23.	Minimum 6% (.06) rate. ....23		\$14,999 00		\$14,999 00
24.	Enter the greater of Line 22 or Line 23. ....24		00		00
25.	Subtract Line 24 from Line 20 .....25		00		00
26.	Figure the tax on the amount of Line 24. Use Regular Tax Table 2 .....26		00		00
27.	Multiply Line 25 by 6% (.06). ....27		00		00
28.	Add Lines 26 and 27. Enter result here and on Form AR1000/AR1000NR, Line 38 and check the box for AR1000DGW. ....28	•	00	•	00

## General Instructions

The AR1000DGW is completed so that Capital Gains are not taxed at more than the maximum capital gains rate of six percent (6%).

### Part I and Part II.

Parts I and II are used to compute Short and Long-term Capital Gains/Losses, and to allocate them between the taxpayer and the taxpayer's spouse.

**SPECIAL NOTE:** Arkansas has not adopted the new Capital gain and loss rules contained in the Federal Taxpayer's Relief Act of 1997.

Capital Gains and Losses on assets held one (1) year or less are considered by Arkansas to be short-term.

Capital Gains and Losses on assets held more than one (1) year are considered by Arkansas to be long-term.

**Lines 4 and 12.** If you had a taxable gain on the sale of your home, you must report this gain on the Arkansas form AR2119. See AR2119. Arkansas and Federal law now differ regarding exclusions and holding periods.

**Lines 6 and 15.** These lines can only be used for Capital Loss carryover from 1991 and subsequent years. Capital losses sustained for tax years 1990 or prior cannot be carried forward on your Arkansas return. One hundred percent (100%) of the capital loss for these years were deductible in the year sustained.

### Part III

Complete this section to summarize Parts I and II.

### Part IV

Use this section for the computation of your tax. Complete, only if Lines 17 and 18 are both gains, and Form AR1000/AR1000NR, Line 37, is over \$25,000 for either taxpayer. A married couple should complete both columns of Part IV, even if one spouse's taxable income is less than \$25,000. Complete Lines 20 through 28 and enter the tax amount on Line 38 AR1000/AR1000NR.

### AR1000/AR1000NR, Line 38.

If you use the Arkansas Capital Gains and Losses Adjustment Schedule, check the AR1000DGW box on Line 38 AR1000/AR1000NR. You cannot use the Low Income Table 1 if you are using the AR1000DGW. Both the AR1000DGW box and the appropriate tax table box must be checked in order to receive the proper tax treatment.

**Note:** If it is not to your advantage to use the AR1000DGW, you are not required to do so.